



N.D. RUBBER PUBLIC COMPANY LIMITED
INTERIM CONSOLIDATED AND SEPARATE FINANCIAL INFORMATION

30 SEPTEMBER 2023



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Thailand

REPORT ON REVIEW OF INTERIM FINANCIAL INFORMATION

To Board of Directors of N.D. Rubber Public Company Limited

I have reviewed the accompanying interim consolidated financial information of N.D. Rubber Public Company Limited and its subsidiaries and the interim separate financial information of N.D. Rubber Public Company Limited which comprise the consolidated and separate statements of financial position as at 30 September 2023, consolidated and separate statements of comprehensive income for the three-month and nine-month periods then ended, consolidated and separate statements of changes in shareholders' equity, consolidated and separate statements of cash flows for the nine-month period then ended and the related condensed notes to the interim consolidated and separated financial information. Management is responsible for the preparation and presentation of this interim consolidated and separate financial information in accordance with Thai Accounting Standard 34, "Interim Financial Reporting". My responsibility is to express a conclusion on this interim consolidated and separate financial information based on my review.

Scope of review

I conducted my review in accordance with Thai Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Thai Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, I do not express an audit opinion.

Conclusion

Based on my review, nothing has come to my attention that causes me to believe that the accompanying interim consolidated and separate financial information is not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Amornjid B.



Other matter

The consolidated financial statement of N.D. Rubber Public Company Limited and its subsidiaries and the separate financial statement of N.D. Rubber Public Company Limited as at 31 December 2022, presented as comparative information, were audited by other auditor in the same firm as mine who expressed an unmodified opinion on those statements on 23 February 2023.

The interim consolidated financial information of N.D. Rubber Public Company Limited and its subsidiaries and separate financial information of N.D. Rubber Public Company Limited which comprise the consolidated and separate statements of comprehensive income for the three-month and nine-month periods ended 30 September 2022, consolidated and separate statements of changes in shareholders' equity, and consolidated and separate statements of cash flows for the nine-month period then ended, presented as comparative information, were reviewed by other auditor in the same firm as mine who issued the review report dated 10 November 2022, that nothing had come to their attention that caused them to believe that the interim financial information was not prepared, in all material respects, in accordance with Thai Accounting Standard 34, "Interim Financial Reporting".

Amornjid B.

Amornjid Baolorpet

Certified Public Accountant No. 10853

BDO Audit Company Limited

Bangkok

10 November 2023

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		30 September 2023	31 December 2022	30 September 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
ASSETS					
CURRENT ASSETS					
Cash and cash equivalents		141,862,838	112,409,417	34,500,338	26,991,483
Trade accounts receivable - general customers	5	103,689,459	99,495,385	55,576,300	43,163,731
- related parties	5, 16	991,091	890,770	15,893,822	13,837,729
Other receivable - general customers		765,444	3,656,523	-	-
- subsidiary company	16	-	-	299,900	152,100
Inventories	6	155,324,498	152,134,430	81,885,332	77,898,335
Refundable value added tax		4,374,400	1,905,423	2,252,337	1,905,423
Refundable corporate income tax		6,863,947	7,032,803	-	-
Other current assets		4,855,546	4,447,899	4,701,454	4,271,718
Total Current Assets		418,727,223	381,972,650	195,109,483	168,220,519
NON-CURRENT ASSETS					
Investment in subsidiary companies	9	-	-	419,504,632	414,504,632
Investment in associated company	10	15,187,757	89,165,800	15,333,100	88,333,100
Property, plant, and equipment	7	532,180,546	526,769,308	341,532,588	363,402,597
Right-of-use asset	7	1,998,299	2,203,460	1,998,299	2,203,460
Intangible assets	8	103,845,709	107,571,357	1,206,070	1,313,910
Deferred tax assets		554,182	514,619	-	-
Total Non-Current Assets		653,766,493	726,224,544	779,574,689	869,757,699
TOTAL ASSETS		1,072,493,716	1,108,197,194	974,684,172	1,037,978,218

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		30 September 2023	31 December 2022	30 September 2023	31 December 2022
		(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY					
CURRENT LIABILITIES					
Bank overdraft and short-term loans from banks	11	87,675,607	111,637,846	87,675,607	102,200,446
Trade accounts payable - general suppliers		86,486,954	64,412,814	80,296,398	59,213,084
- related parties	16	75,233	49,146	344,729	745,586
Other payable - related parties	16	-	2,418	115,006	99,286
Accounts payable for purchases of fixed assets		727,069	25,873	727,069	25,873
Current portion of;					
- Lease liability	12	377,254	358,307	377,254	358,307
- Long-term loan from bank	13	8,820,000	-	-	-
Accrued expenses		35,349,713	30,625,655	10,760,437	5,671,104
Other current liabilities		9,790,367	6,131,306	9,557,498	5,376,466
Total Current Liabilities		229,302,197	213,243,365	189,853,998	173,690,152
NON-CURRENT LIABILITIES					
Lease liability	12	509,517	794,873	509,517	794,873
Long-term loan from bank	13	35,427,000	-	-	-
Employee benefits obligation		13,142,469	12,210,486	11,031,512	10,270,993
Deferred tax liabilities		31,053,402	32,664,326	4,415,202	5,210,990
Total Non-Current Liabilities		80,132,388	45,669,685	15,956,231	16,276,856
Total Liabilities		309,434,585	258,913,050	205,810,229	189,967,008

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF FINANCIAL POSITION

(Unit : Baht)

	Consolidated financial information		Separate financial information	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
	(Unaudited but reviewed)	(Audited)	(Unaudited but reviewed)	(Audited)
LIABILITIES AND SHAREHOLDERS' EQUITY (Continued)				
SHAREHOLDERS' EQUITY				
Share capital - ordinary share, Baht 1 par value				
Registered - 433,614,392 shares	433,614,392	433,614,392	433,614,392	433,614,392
Issued and fully paid-up - 346,891,514 shares	346,891,514	346,891,514	346,891,514	346,891,514
Premium on common share capital	380,640,846	380,640,846	380,640,846	380,640,846
Retained earnings				
- Appropriated for legal reserve	15,220,095	15,220,095	15,220,095	15,220,095
- Unappropriated	37,042,114	121,661,871	26,121,488	105,258,755
Other component of shareholders' equity	(18,271,221)	(16,781,282)	-	-
Total Equity of the Company's Shareholders	761,523,348	847,633,044	768,873,943	848,011,210
Non-controlling interests	1,535,783	1,651,100	-	-
Total Shareholders' Equity	763,059,131	849,284,144	768,873,943	848,011,210
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	1,072,493,716	1,108,197,194	974,684,172	1,037,978,218

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE THREE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Note	Consolidated financial information		Separate financial information	
		2023	2022	2023	2022
Net sales	4	209,684,260	223,859,628	159,831,842	168,164,357
Costs of sales	4	(171,133,590)	(200,029,497)	(141,145,686)	(164,297,602)
Gross profit		38,550,670	23,830,131	18,686,156	3,866,755
Other income		558,501	197,364	883,555	589,017
Gain from exchange rate		504,555	991,557	504,555	991,557
Profit before expenses		39,613,726	25,019,052	20,074,266	5,447,329
Selling expenses		(12,598,081)	(11,656,945)	(3,926,612)	(2,416,647)
Administrative expenses		(20,988,344)	(21,875,882)	(9,868,701)	(8,905,153)
Impairment loss on investment in associated company		(31,000,000)	-	(35,000,000)	-
Total expenses		(64,586,425)	(33,532,827)	(48,795,313)	(11,321,800)
Loss from operations		(24,972,699)	(8,513,775)	(28,721,047)	(5,874,471)
Share of loss from investment in associated company		(3,624,208)	(1,698,234)	-	-
Loss before finance costs and income tax		(28,596,907)	(10,212,009)	(28,721,047)	(5,874,471)
Finance costs		(1,319,707)	(1,180,187)	(897,742)	(1,170,241)
Loss before income tax		(29,916,614)	(11,392,196)	(29,618,789)	(7,044,712)
Income tax benefit (expense)		(183,779)	(37,296)	331,232	238,446
Loss for the period		(30,100,393)	(11,429,492)	(29,287,557)	(6,806,266)
Other comprehensive income					
Items that will be reclassified subsequently to profit or loss					
Exchange differences on translating financial statements		8,625,747	9,210,921	-	-
Other comprehensive income for the period		8,625,747	9,210,921	-	-
Total comprehensive income for the period		(21,474,646)	(2,218,571)	(29,287,557)	(6,806,266)

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

FOR THE THREE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Consolidated financial information		Separate financial information	
	2023	2022	2023	2022
Profit (loss) for the period attributable to:				
Shareholders of the Company	(30,139,123)	(11,325,846)	(29,287,557)	(6,806,266)
Non-controlling interests	38,730	(103,646)	-	-
Total	(30,100,393)	(11,429,492)	(29,287,557)	(6,806,266)
Total comprehensive income for the period attributable to:				
Shareholders of the Company	(21,513,376)	(2,114,925)	(29,287,557)	(6,806,266)
Non-controlling interests	38,730	(103,646)	-	-
Total	(21,474,646)	(2,218,571)	(29,287,557)	(6,806,266)
Basic earnings per share				
Loss (Baht per share)	(0.0869)	(0.0326)	(0.0844)	(0.0196)
Weighted average number of ordinary shares (share)	346,891,514	346,891,514	346,891,514	346,891,514

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME

FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Notes	Consolidated financial information		Separate financial information	
		2023	2022	2023	2022
Net Sales	4	618,469,292	635,270,983	457,480,800	485,518,302
Costs of sales	4	(519,822,300)	(546,752,131)	(425,959,951)	(461,652,720)
Gross profit		98,646,992	88,518,852	31,520,849	23,865,582
Other income		2,036,108	4,295,452	2,916,718	4,306,154
Gain from exchange rate		-	484,477	-	484,477
Dividend income	9, 16	-	-	7,694,400	16,239,770
Profit before expenses		100,683,100	93,298,781	42,131,967	44,895,983
Selling expenses		(37,380,676)	(34,557,862)	(9,897,366)	(6,524,120)
Administrative expenses		(63,496,434)	(65,805,799)	(29,403,004)	(28,736,337)
Impairment loss on investment in associated company	10	(61,000,000)	-	(73,000,000)	-
Loss from exchange rate		(339,522)	-	(339,522)	-
Total expenses		(162,216,632)	(100,363,661)	(112,639,892)	(35,260,457)
Profit (loss) from operations		(61,533,532)	(7,064,880)	(70,507,925)	9,635,526
Share of loss from investment in associated company	10	(12,978,043)	(572,036)	-	-
Profit (loss) before finance costs and income tax		(74,511,575)	(7,636,916)	(70,507,925)	9,635,526
Finance costs		(3,303,046)	(3,093,282)	(2,489,319)	(2,971,982)
Profit (loss) before income tax		(77,814,621)	(10,730,198)	(72,997,244)	6,663,544
Income tax benefit		15,358	5,513,982	795,788	2,379,036
Profit (loss) for the period		(77,799,263)	(5,216,216)	(72,201,456)	9,042,580
Other comprehensive income					
Items that will be reclassified subsequently to profit or loss					
Exchange differences on translating financial statements		(1,489,939)	7,820,686	-	-
Other comprehensive income for the period		(1,489,939)	7,820,686	-	-
Total comprehensive income for the period		(79,289,202)	2,604,470	(72,201,456)	9,042,580

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

(Unit : Baht)

	Consolidated financial information		Separate financial information	
	2023	2022	2023	2022
Profit (loss) for the period attributable to:				
Shareholders of the Company	(77,683,946)	(4,999,831)	(72,201,456)	9,042,580
Non-controlling interests	(115,317)	(216,385)	-	-
Total	(77,799,263)	(5,216,216)	(72,201,456)	9,042,580
Total comprehensive income for the period attributable to:				
Shareholders of the Company	(79,173,885)	2,820,855	(72,201,456)	9,042,580
Non-controlling interests	(115,317)	(216,385)	-	-
Total	(79,289,202)	2,604,470	(72,201,456)	9,042,580
Basic earnings per share				
Profit (loss) (Baht per share)	(0.2239)	(0.0144)	(0.2081)	0.0261
Weighted average number of ordinary shares (share)	346,891,514	346,891,514	346,891,514	346,891,514

N.D. RUBBER PUBLIC COMPANY LIMITED
STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

	Equity attributable to the Company's shareholders										
	Note	Retained earnings			Other components of shareholders' equity			Equity			
		Issued and paid-up share capital	Premium on common share capital	Appropriated for Legal reserve	Unappropriated	Surplus on change in proportion of investment in subsidiary company	Translation adjustment on foreign currency financial statements	Total	attributable to the Company's shareholders	Non-controlling Interests	Total
<u>Consolidated financial information</u>											
Balance as at 1 January 2022		346,891,514	380,640,846	15,220,095	156,440,014	550,469	7,065,930	7,616,399	906,808,868	2,047,138	908,856,006
Dividend payment		-	-	-	(10,406,403)	-	-	-	(10,406,403)	-	(10,406,403)
Dividend payment by subsidiary company		-	-	-	-	-	-	-	-	(50,220)	(50,220)
Transactions with shareholders		-	-	-	(10,406,403)	-	-	-	(10,406,403)	(50,220)	(10,456,623)
Loss for the period		-	-	-	(4,999,831)	-	-	-	(4,999,831)	(216,385)	(5,216,216)
Other comprehensive income for the period		-	-	-	-	-	7,820,686	7,820,686	7,820,686	-	7,820,686
Total comprehensive income for the period		-	-	-	(4,999,831)	-	7,820,686	7,820,686	2,820,855	(216,385)	2,604,470
Balance as at 30 September 2022		346,891,514	380,640,846	15,220,095	141,033,780	550,469	14,886,616	15,437,085	899,223,320	1,780,533	901,003,853
Balance as at 1 January 2023		346,891,514	380,640,846	15,220,095	121,661,871	550,469	(17,331,751)	(16,781,282)	847,633,044	1,651,100	849,284,144
Dividend payment	15	-	-	-	(6,935,811)	-	-	-	(6,935,811)	-	(6,935,811)
Transactions with shareholders		-	-	-	(6,935,811)	-	-	-	(6,935,811)	-	(6,935,811)
Loss for the period		-	-	-	(77,683,946)	-	-	-	(77,683,946)	(115,317)	(77,799,263)
Other comprehensive income for the period		-	-	-	-	-	(1,489,939)	(1,489,939)	(1,489,939)	-	(1,489,939)
Total comprehensive income for the period		-	-	-	(77,683,946)	-	(1,489,939)	(1,489,939)	(79,173,885)	(115,317)	(79,289,202)
Balance as at 30 September 2023		346,891,514	380,640,846	15,220,095	37,042,114	550,469	(18,821,690)	(18,271,221)	761,523,348	1,535,783	763,059,131

The accompanying notes form an integral part of the interim financial information.

N.D. RUBBER PUBLIC COMPANY LIMITED
 STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
 FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Note	Issued and paid-up share capital	Premium on common share capital	Retained earnings		Total
				Legal reserve	Unappropriated	
<i>Separate financial information</i>						
Balance as at 1 January 2022		346,891,514	380,640,846	15,220,095	127,705,367	870,457,822
Dividend payment		-	-	-	(10,406,403)	(10,406,403)
Transactions with shareholders		-	-	-	(10,406,403)	(10,406,403)
Profit for the period		-	-	-	9,042,580	9,042,580
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	9,042,580	9,042,580
Balance as at 30 September 2022		346,891,514	380,640,846	15,220,095	126,341,544	869,093,999
Balance as at 1 January 2023		346,891,514	380,640,846	15,220,095	105,258,755	848,011,210
Dividend payment	15	-	-	-	(6,935,811)	(6,935,811)
Transactions with shareholders		-	-	-	(6,935,811)	(6,935,811)
Loss for the period		-	-	-	(72,201,456)	(72,201,456)
Other comprehensive income for the period		-	-	-	-	-
Total comprehensive income for the period		-	-	-	(72,201,456)	(72,201,456)
Balance as at 30 September 2023		346,891,514	380,640,846	15,220,095	26,121,488	768,873,943

The accompanying notes form an integral part of the interim financial information.

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF CASH FLOWS

FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Consolidated financial information		Separate financial information	
	2023	2022	2023	2022
Cash Flows from Operating Activities				
Profit (loss) before income tax	(77,814,621)	(10,730,198)	(72,997,244)	6,663,544
Adjustments to reconcile profit (loss) before income tax to net cash provided from (used in) operating activities:				
Depreciation and amortisation	35,154,722	34,527,461	28,321,200	27,005,691
Allowance (reversal of allowance) for expected credit loss	1,120,150	(754,706)	862,017	(843,252)
Allowance (reversal of allowance) for obsolete and devaluation of inventories	160,786	(998,907)	4,762	620,214
Unrealised loss on exchange rate	943,492	553,408	943,492	553,408
Impairment loss on investment in associated company	61,000,000	-	73,000,000	-
Share of loss from investment in associated company	12,978,043	572,036	-	-
Loss on disposal of assets	10,584	-	10,592	-
Loss on written off assets	9,099	2,088,699	9,091	2,088,699
Dividend income	-	-	(7,694,400)	(16,239,770)
Employee benefits obligation expenses	751,443	739,097	610,522	603,339
Interest income	(176,848)	(341,608)	(14,549)	(8,142)
Finance costs	3,303,046	3,093,282	2,489,319	2,971,982
Cash provided from operations before changes in operating assets and liabilities	37,439,896	28,748,564	25,544,802	23,415,713
Decrease (increase) in operating assets:				
Trade accounts receivable - general customers	(5,261,983)	21,373,224	(13,217,776)	2,350,219
- related parties	276,183	(11,487)	(1,679,589)	843,364
Other receivable - general customers	2,891,079	3,629,665	-	-
- related parties	-	-	(147,800)	-
Inventories	(3,344,852)	(20,769,665)	(3,991,759)	(5,722,175)
Refundable value added tax	(2,468,977)	1,402,024	(346,914)	1,402,024
Other current assets	(309,200)	(580,801)	(331,289)	(575,760)
Increase (decrease) in operating liabilities:				
Trade accounts payable - general suppliers	22,074,140	(19,232,672)	21,083,314	(17,836,957)
- related parties	26,087	(136,924)	(400,857)	907,622
Other payable - related parties	(2,418)	-	15,720	8,943
Accrued expenses	4,724,060	(10,653,214)	5,089,333	(3,253,045)
Other current liabilities	3,659,061	2,211,223	4,181,032	2,156,166
Cash provided from operations	59,703,076	5,979,937	35,798,217	3,696,114

N.D. RUBBER PUBLIC COMPANY LIMITED

STATEMENT OF CASH FLOWS (CONTINUED)

FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (UNAUDITED BUT REVIEWED)

(Unit : Baht)	Consolidated financial information		Separate financial information	
	2023	2022	2023	2022
Cash provided from operations (continued)	59,703,076	5,979,937	35,798,217	3,696,114
Interest received	176,848	341,608	14,549	8,142
Interest paid	(3,068,970)	(2,836,974)	(2,285,790)	(2,742,800)
Income tax paid	(1,555,267)	(6,398,899)	(98,447)	(475,494)
Net cash provided from (used in) operating activities	55,255,687	(2,914,328)	33,428,529	485,962
Cash Flows from Investing Activities:				
Purchase of fixed assets and computer software	(37,260,578)	(7,798,220)	(5,602,471)	(7,353,385)
Payment for investment in subsidiary	-	-	(5,000,000)	(889,700)
Proceeds from disposal of fixed assets	145,794	1,833,645	145,794	1,833,645
Dividend received	-	-	7,694,400	16,239,770
Net cash provided from (used in) investing activities	(37,114,784)	(5,964,575)	(2,762,277)	9,830,330
Cash Flows from Financing Activities				
Decrease in bank overdraft and short-term loans from banks	(25,339,045)	(19,630,061)	(15,901,645)	(10,205,303)
Repayment of lease liability	(319,941)	(692,406)	(319,941)	(692,406)
Cash received from long-term loan from bank	47,187,000	-	-	-
Repayment of long-term loan from bank	(2,940,000)	-	-	-
Dividend payment	(6,935,811)	(10,406,403)	(6,935,811)	(10,406,403)
Net cash provided from (used in) financing activities	11,652,203	(30,728,870)	(23,157,397)	(21,304,112)
Net increase (decrease) in cash and cash equivalents, before effect of exchange differences on translating financial statements				
Exchange differences on translating financial statements	(339,685)	4,108,814	-	-
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	29,453,421	(35,498,959)	7,508,855	(10,987,820)
CASH AND CASH EQUIVALENTS AT BEGINNING OF THE PERIOD	112,409,417	159,204,884	26,991,483	42,603,127
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD	141,862,838	123,705,925	34,500,338	31,615,307
Supplemental disclosures for cash flows information				
Non-cash items				
Accounts payable for purchases of fixed assets	727,069	1,726,870	727,069	1,726,870

N.D. RUBBER PUBLIC COMPANY LIMITED
CONDENSED NOTES TO INTERIM FINANCIAL INFORMATION
FOR THE NINE-MONTH PERIOD ENDED 30 SEPTEMBER 2023 (Unaudited but reviewed)

1. Basis of preparation

These interim financial information have been prepared in accordance with Thai Accounting Standard 34, “Interim Financial Reporting”, and applicable rules and regulations of the Thai Securities and Exchange Commission. They do not include all disclosures that would otherwise be required in a complete set of financial statements and should be read in conjunction with the 2022 annual report.

An English version of the interim consolidated and separate financial information has been prepared from the interim financial information that is in the Thai language. In the event of a conflict or a difference in interpretation between the two languages, the Thai language interim financial information shall prevail.

The interim financial information were approved by the Board of Directors on 10 November 2023

2. General information

N.D. Rubber Public Company Limited (“the Company”) changed its status to a public company in Thailand on 7 May 2014. The Company was listed on the Market for Alternative Investment in 15 January 2015.

The principal business of the Company are manufacturing and distributing motorcycle tyres and tubes, and distributing battery for automobile and motorcycle, including other related services. The principal business of the Group are manufacturing and distributing motorcycle tyres and tubes, and distributing battery for automobile and motorcycle, including other related services, and manufacturing and distributing rubber and synthetic products for automobile and motorcycle, distributing footwear, and producing and distributing electricity from the solar energy.

3. Significant accounting policies

The Group has applied the same accounting policies and methods of computation in its interim financial information as the 2022 annual financial statements.

The revised financial reporting standards which are effective for fiscal years beginning on or after 1 January 2023, do not have any significant impact on the Group's financial statements.

Amended financial reporting standards that will become effective for the accounting period beginning on or after 1 January 2024

The Federation of Accounting Professions issued a number of revised financial reporting standards, which are effective for fiscal years beginning on or after 1 January 2024. These financial reporting standards were amended in alignment with the corresponding International Financial Reporting Standards. Most of the changes were directed towards clarifying accounting treatment and providing accounting guidance for users.

The Group's management is in the process of assessing the impact of these financial reporting standards on the financial statements of the Group in the period of initial adoption.

Use of estimates and judgements

The preparation of interim financial information requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income, and expense. Actual results may differ from these estimates.

In preparing this interim financial information, the significant judgements made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the consolidated financial statements for the year ended 31 December 2022.

4. Segment information

For the three-month period ended 30 September 2023

(Unit : Thousand Baht)

	Consolidated financial information													
	Tires		Tubes		Battery		Rubber part		Shoes		Lube oil & Synthetic Rubber			
	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Overseas	Overseas	Others	Eliminated	Total	
Revenue from sales														
At point in time	57,830	105,830	15,935	32,744	9,536	397	14,304	7,874	1,633	12,949	(49,348)	209,684		
Over time	57,830	105,830	15,935	32,744	9,536	397	14,304	7,874	1,633	12,949	(49,348)	209,684		
Cost of sales													(171,134)	
Gross profit													38,550	
Impairment loss on investment in associated company													(31,000)	
Finance cost													(1,320)	
Depreciation and amortisation													(11,804)	
Loss before income tax													(29,917)	
Trade accounts receivable - general customers													103,689	
Property, plant, and equipment													532,181	
Other assets													436,624	
Total assets													1,072,494	
Total liabilities													309,435	

For the nine-month period ended 30 September 2023

(Unit : Thousand Baht)

Consolidated financial information

	Consolidated financial information													
	Tires		Tubes		Battery		Rubber part		Shoes		Lube oil & Synthetic Rubber			
	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Overseas	Overseas	Others	Eliminated	Total	
Sales														
At point in time	161,757	317,567	46,188	85,818	31,010	1,068	42,963	38,437	4,911	34,618	(145,868)	618,469		
Over time	-	-	-	-	-	-	-	-	-	-	-	-		
	<u>161,757</u>	<u>317,567</u>	<u>46,188</u>	<u>85,818</u>	<u>31,010</u>	<u>1,068</u>	<u>42,963</u>	<u>38,437</u>	<u>4,911</u>	<u>34,618</u>	<u>(145,868)</u>	<u>618,469</u>		
Cost of sales													(519,822)	
Gross profit													<u>98,647</u>	
Impairment loss on investment in associated company													(61,000)	
Finance cost													(3,303)	
Depreciation and amortisation													(35,155)	
Loss before income tax													(77,815)	
Trade accounts receivable - general customers													103,689	
Property, plant, and equipment													532,181	
Other assets													436,624	
Total assets													<u>1,072,494</u>	
Total liabilities													<u>309,435</u>	

For the nine-month period ended 30 September 2022

(Unit : Thousand Baht)

Consolidated financial information

	Consolidated financial information										Total	
	Tires		Tubes		Battery		Rubber part		Lube oil &			Eliminated
	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Domestic	Overseas	Synthetic	Rubber		
Sales												
At point in time	160,389	401,287	48,826	86,737	29,614	1,023	39,946	26,522	6,708	15,555	(181,336)	635,271
Over time	-	-	-	-	-	-	-	-	-	-	-	-
	<u>160,389</u>	<u>401,287</u>	<u>48,826</u>	<u>86,737</u>	<u>29,614</u>	<u>1,023</u>	<u>39,946</u>	<u>26,522</u>	<u>6,708</u>	<u>15,555</u>	<u>(181,336)</u>	<u>635,271</u>
Cost of sales												(546,752)
Gross profit												<u>88,519</u>
Finance cost												(3,093)
Depreciation and amortisation												(34,527)
Loss before income tax												(10,730)
Trade accounts receivable - general customers												95,155
Property, plant, and equipment												543,934
Other assets												<u>526,089</u>
Total assets												<u>1,165,178</u>
Total liabilities												<u>264,174</u>

Operating segment information is reported in a manner consistent with the internal reports that are regularly reviewed by the chief operating decision maker in order to make decisions about the allocation of resources and assess its operations.

5. Trade accounts receivable

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
<u>Trade accounts receivable - general customers</u>				
Not yet due	83,775,845	81,794,638	40,876,311	29,529,225
Over due :				
Less than 3 months	16,682,339	15,486,157	13,682,659	13,175,312
3 - 6 months	2,920,995	2,435,238	1,262,079	589,589
6 - 12 months	1,583,143	521,366	879,517	521,366
Over 12 months	1,478,926	888,070	1,277,581	888,070
Total	106,441,248	101,125,469	57,978,147	44,703,562
<u>Less</u> Allowance for expected credit loss	(2,751,789)	(1,630,084)	(2,401,847)	(1,539,831)
Net	103,689,459	99,495,385	55,576,300	43,163,731
<u>Trade accounts receivable - related parties</u>				
Not yet due	434,091	890,770	14,124,876	13,335,251
Overdue:				
Less than 3 months	557,000	-	1,768,946	502,478
Total	991,091	890,770	15,893,822	13,837,729

During the nine-month period ended 30 September 2023, the movements in allowance for expected credit loss are as follows:

(Unit : Baht)	Consolidated financial information	Separate financial information
Balance as at 1 January 2023	1,630,084	1,539,831
<u>Add</u> Allowance for expected credit loss	1,371,950	862,016
<u>Less</u> Reversal of expected credit losses	(251,800)	-
Written off	(3,014)	-
Exchange differences on translating financial statement	4,569	-
Balance as at 30 September 2023	<u>2,751,789</u>	<u>2,401,847</u>

6. Inventories

(Unit : Baht)	Consolidated financial information		Separate financial information	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
Raw materials	24,999,416	19,778,901	23,979,951	19,124,926
Work in process	12,664,640	14,537,228	11,702,363	13,360,830
Finished goods	99,738,191	101,950,874	31,318,990	28,879,324
Supply inventories	3,850,827	3,494,741	3,221,863	2,855,304
Fuel	311,760	347,946	311,760	347,948
Packaging	4,829,883	4,028,275	4,773,461	3,981,715
Goods in transit	12,914,127	11,826,027	7,753,585	10,520,167
Total	<u>159,308,844</u>	<u>155,963,992</u>	<u>83,061,973</u>	<u>79,070,214</u>
<u>Less</u> Allowance for obsolete and devaluation of inventories	<u>(3,984,346)</u>	<u>(3,829,562)</u>	<u>(1,176,641)</u>	<u>(1,171,879)</u>
Net	<u>155,324,498</u>	<u>152,134,430</u>	<u>81,885,332</u>	<u>77,898,335</u>

Right-of-use asset:

(Unit : Baht)	Consolidated and separate financial information
Balance as at 1 January 2023	2,203,460
Amortisation during the period	(205,161)
Balance as at 30 September 2023	<u>1,998,299</u>

8. Intangible assets

Following is a reconciliation of changes in the balances of intangible assets for the nine-month period ended 30 September 2023.

(Unit : Baht)	Consolidated financial information	Separate financial information
Balance as at 1 January 2023	107,571,357	1,313,910
Purchase of intangible assets	129,906	50,101
Amortisation during the period	(3,347,041)	(157,941)
Exchange differences on translating financial statements	(508,513)	-
Balance as at 30 September 2023	<u>103,845,709</u>	<u>1,206,070</u>

9. Investments in subsidiaries

(Unit : Baht)

	Separate financial information	
	30 September 2023	31 December 2022
Investment - net book value	419,504,632	414,504,632
Movement of investment during the period/year:		
Beginning balance period/year	414,504,632	413,614,932
Additional investment	5,000,000	889,700
Ending balance period/year	419,504,632	414,504,632
Dividend received during the period/year	7,694,400	16,239,770

N.D. Green Planet Co., Ltd.

During the nine-month period ended 30 September 2023, N.D. Green Planet Co., Ltd. called for the paid-up share capital of Baht 5,000,000 with the 50,000 ordinary shares at Baht 100 par value. There was change in the percentage of shareholding in this subsidiary company from 88.97% to 98.16%.

FUNG KEONG RUBBER MANUFACTORY (MALAYA) SDN. BHD.

On 31 January 2023, the shareholders of FUNG KEONG RUBBER MANUFACTORY (MALAYA) SDN. BHD. passed the resolution to pay dividend from profit for the year ended 31 December 2022 at MYR 0.05 per share, totalling MYR 1.00 million (equivalent to Baht 7.69 million). The dividend was paid by subsidiary on 28 March 2023.

10. Investment in associated company

(Unit : Baht)

	Separate financial information	
	30 September 2023	31 December 2022
Investment	100,333,100	100,333,100
<u>Less Allowance for impairment loss on investment</u>	<u>(85,000,000)</u>	<u>(12,000,000)</u>
Investment - net book value	15,333,100	88,333,100

Movement of allowance for impairment loss on investment in associated company during the period/year:

(Unit : Baht)	Separate financial information	
	30 September 2023	31 December 2022
Beginning balance period/year	12,000,000	-
Addition during the period/year	73,000,000	12,000,000
Ending balance period/year	85,000,000	12,000,000

Movement of investment in associated company which is accounted for by equity method during the period/year:

(Unit : Baht)	Consolidated financial information	
	30 September 2023	31 December 2022
Beginning balance for the period/year	89,165,800	100,091,025
Share of loss from investment in associated company	(12,978,043)	(10,925,225)
Allowance for impairment loss on investment	(61,000,000)	-
Ending balance for the period/year	15,187,757	89,165,800

During the period, the management has considered the recoverable amount from investment in associated company by assessing the cash flows projection derived from financial and business plan which have been changed due to the delayed investment plan from investors, these changes impacted to the significant decrease in projected revenues. The Company's management therefore assessed the recoverable amount of investment in associated company based on the fair value less costs to sell (Level 2 in the fair value hierarchy) and recognized an impairment loss on investment in associated company amount of Baht 35 million and 73 million in the separate statement of comprehensive income for the three-month and nine-month periods ended 30 September 2023, and amount of Baht 31 million and Baht 61 million in the consolidated statement of comprehensive income for the three-month and nine-month periods ended 30 September 2023.

11. Bank overdraft and short-term loans from banks

(Unit : Baht)

	Consolidated		Separate	
	financial information		financial information	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
Bank overdraft	65,497	63,172	65,497	63,172
Promissory note	75,000,000	99,437,400	75,000,000	90,000,000
Liabilities under trust receipts	12,610,110	12,137,274	12,610,110	12,137,274
Total	87,675,607	111,637,846	87,675,607	102,200,446

As at 30 September 2023 and 31 December 2022, the Company has short-term loans credit facility comprise of bank overdraft, promissory note and liabilities under trust receipts which bear interest rates at market rate and collateralised by the mortgages of the Company's land and construction thereon as mentioned in Note 7.

As at 30 September 2023 and 31 December 2022, the overseas subsidiary company has short-term loan credit facility from bank which bear interest rate at market rate and secured by pledge of freehold industrial land with office and factory of the subsidiary company and guaranteed by the Company.

As at 31 December 2022, the domestic subsidiary company has promissory note from bank which bear interest at the rate 3.40% per annum and guaranteed by the Company.

12. Lease liability

(Unit : Baht)

	<u>Consolidated and separate financial information</u>
Lease liability as at 1 January 2023	1,153,180
<u>Add</u> Recognised deferred interest	53,532
<u>Less</u> Payment during the period	<u>(319,941)</u>
Lease liability as at 30 September 2023	<u>886,771</u>
Lease liability	959,823
<u>Less</u> Deferred interest	<u>(73,052)</u>
	886,771
<u>Less</u> Current portion	<u>(377,254)</u>
Net	<u>509,517</u>

13. Long-term loan from bank

(Unit : Baht)

	<u>Consolidated financial information</u> <u>30 September 2023</u>
Long-term loan	44,247,000
<u>Less</u> Current portion	<u>(8,820,000)</u>
Net	<u>35,427,000</u>

Movements in the long-term loan from bank for the nine-month period ended 30 September 2023 as follow:

(Unit : Baht)	<u>Consolidated financial information</u>
Balance as at 1 January 2023	-
<u>Add</u> Withdraw	47,187,000
<u>Less</u> Repayment	<u>(2,940,000)</u>
Balance as at 30 September 2023	<u>44,247,000</u>

A domestic subsidiary company entered into a loan agreement with a bank for credit facility of Baht 47.19 million, which bears interest at the rate 3.40% per annum from 1st year to 3rd year, and MLR - 2.00% per annum from 4th year onwards, with a monthly repayment term from June 2023 to May 2028, as mentioned in loan agreement. Such long-term loan guaranteed by the Company. The carrying amount of the loan from bank is a reasonable approximation of its fair value.

Under the term of loan agreement, subsidiary is required to maintain covenants as specified in the agreement such as debt to equity ratio and debt service coverage ratio.

14. Income tax

Tax rate using for accrued income tax of the Group are as follow:

	<u>Tax rate (%)</u>
Income tax under the Revenue Code for the Company and subsidiaries in Thailand	20
Corporate income tax for overseas subsidiaries	24

The Group's effective tax rate was generally different with the rate according to tax laws due to certain intercompany transactions were exempted for income tax and some subsidiaries has loss from operations. Thus, the effective tax rate does vary year by year dependent upon the operating performances and income tax exempted transactions.

15. Dividend

At the 2023 Annual General Meeting of shareholders, held on 31 March 2023, the shareholders passed the resolution to pay dividend from profit for the year ended 31 December 2015 at Baht 0.02 per share, totalling Baht 6.94 million, which has been appropriated for legal reserve in said period. The dividend was paid on 28 April 2023.

16. Related parties transactions

<u>Transactions</u>	<u>Pricing policies</u>
Sale of goods	Agreed price
Rental income and other services	Contractual price
Purchase of raw materials	Agreed price

The Group entered into the following transactions with related parties.

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the three-month periods ended 30 September			
	2023	2022	2023	2022
Subsidiary companies				
Sales of goods	-	-	36,501	346,099
Purchase of raw materials	-	-	591,889	2,327,369
Rental and other service income	-	-	461,975	457,547
Electricity and service expense	-	-	162,857	132,019
Other income	-	-	11,030	-
Indirect subsidiary company				
Sales of goods	-	-	48,719,063	60,705,819
Related parties				
Revenue from sales	1,020,561	855,440	1,020,561	855,440
Purchase of raw materials	115,983	94,835	81,751	41,025

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the nine-month periods ended 30 September			
	2023	2022	2023	2022
Subsidiary companies				
Sales of goods	-	-	116,732	506,521
Purchase of raw materials and finished goods	-	-	2,880,760	4,163,860
Rental and other service income	-	-	1,371,270	1,357,547
Electricity and Service expense	-	-	515,029	355,238
Dividend income	-	-	7,694,400	16,239,770
Other income	-	-	11,030	-
Indirect subsidiary company				
Sales of goods	-	-	142,870,340	176,665,827
Related parties				
Sales of goods	2,735,536	2,563,442	2,735,536	2,563,442
Purchase of raw materials	324,579	545,096	196,172	161,419

Balances outstanding with related parties were as below.

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	30 September	31 December	30 September	31 December
	2023	2022	2023	2022
Trade accounts receivable				
Subsidiary company	-	-	39,788	19,006
Indirect subsidiary company	-	-	14,862,943	12,927,953
Associated company	165,636	72,493	165,636	72,493
Related parties	825,455	818,277	825,455	818,277
Total	991,091	890,770	15,893,822	13,837,729
Other receivable				
Subsidiary company	-	-	299,900	152,100

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	30 September 2023	31 December 2022	30 September 2023	31 December 2022
Trade accounts payable				
Subsidiary company	-	-	292,578	696,440
Related parties	75,233	49,146	52,151	49,146
Total	75,233	49,146	344,729	745,586
Other payable				
Subsidiary company	-	-	115,006	96,868
Related company	-	2,418	-	2,418
Total	-	2,418	115,006	99,286
Key directors and management compensation				
Employee benefits obligation	1,990,455	1,869,159	1,532,166	1,431,946

Key management personnel compensation for the three-month and nine-month periods ended 30 September 2023 and 2022.

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the three-month periods ended 30 September			
	2023	2022	2023	2022
Current employee benefit	3,379,804	2,981,947	2,163,452	1,848,501
Provision for post-employment benefit	40,432	38,983	33,407	32,197
Total	3,420,236	3,020,930	2,196,859	1,880,698

(Unit : Baht)	Consolidated		Separate	
	financial information		financial information	
	For the nine-month periods ended 30 September			
	2023	2022	2023	2022
Current employee benefit	9,052,205	8,942,520	5,652,550	5,578,953
Provision for post-employment benefit	121,296	116,949	100,220	96,591
Total	9,173,501	9,059,469	5,752,770	5,675,544

17. Diluted earnings per share

As at 30 September 2023, the warrants are excluded from the computation of diluted earnings per share as the exercised price is higher than the fair value of the ordinary shares.

18. Fair value

Carrying Amount and Fair Value

The Group considers that the carrying amount of the following financial assets and financial liabilities are a reasonable approximation of their fair value:

- Cash and cash equivalents
- Trade and other receivables
- Bank overdraft and short-term loans from banks
- Trade and other payables
- Accrued expenses
- Lease liability

Fair Value Hierarchy

The level in the fair value hierarchy within which the financial asset or financial liability is categorised is determined on the basis of the lowest level input that is significant to the fair value measurement.

The fair value hierarchy has the following levels:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

19. Commitments

As at 30 September 2023, the Group has commitments as follows:

19.1 The Company and subsidiaries have used credit facilities from financial institution as follows:

(Unit : Baht)	Consolidated financial information		
	Credit line	Used	Balance
Credit facilities			
Bank overdraft	35,000,000	-	35,000,000
Promissory note	215,683,425	(77,120,906)	138,562,519
Forward contracts	120,000,000	-	120,000,000
Letter of guarantee	16,000,000	(5,485,000)	10,515,000
Letter of credit and trust receipts (occasionally)	90,000,000	(12,610,110)	77,389,890
Lease liability	1,682,242	(1,682,242)	-
Long-term loan from bank	47,187,000	(47,187,000)	-

(Unit : Baht)

	Separate financial information		
	Credit line	Used	Balance
Credit facilities			
Bank overdraft	35,000,000	-	35,000,000
Promissory note	165,000,000	(75,000,000)	90,000,000
Forward contracts	120,000,000	-	120,000,000
Letter of guarantee	15,500,000	(5,485,000)	10,515,000
Letter of credit and trust receipts (occasionally)	90,000,000	(12,610,110)	77,389,890
Lease liability	1,682,242	(1,682,242)	-

The Company has the letter of guarantees issued by bank which use for guarantee the electricity of Baht 5.49 million.

19.2 The subsidiary company has entered into rental and service agreement which has committed to pay the rental and service for one year of Baht 0.45 million.

19.3 The subsidiary company has entered into a purchase agreement of a solar power generation system including with installation and related services, which committed to pay for one year of Baht 7.08 million.



FOR MORE INFORMATION:

www.bdo.th

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